

#### **CREATE COMMUNITY CONVERSATION AND ACTION**

TO ADDRESS ECONOMIC MOBILITY AND DRIVE CHANGE IN THE ECONOMIC OUTCOMES OF FAYETTEVILLE & CUMBERLAND COUNTY RESIDENTS

PRESENTED BY: COUNCILMAN KIRK DEVIERE

## DEFINITION

ECONOMIC MOBILITY IS THE ABILITY OF AN INDIVIDUAL, FAMILY OR SOME OTHER GROUP TO IMPROVE (OR LOWER) THEIR ECONOMIC STATUS - USUALLY MEASURED IN INCOME.

ECONOMIC MOBILITY IS OFTEN MEASURED BY MOVEMENT BETWEEN INCOME QUINTILES.

ECONOMIC MOBILITY MAY BE CONSIDERED A TYPE OF SOCIAL MOBILITY, WHICH IS OFTEN MEASURED IN CHANGE IN INCOME.

### BACKGROUND

IN MAY 2015, HARVARD UNIVERSITY RANKED FAYETTEVILLE AS DEAD LAST OUT OF THE COUNTRY'S 100 LARGEST ECONOMIC CENTERS IN EARNINGS POTENTIAL FOR CHILDREN GROWING UP IN POVERTY

A NEW YORK TIMES ANALYSIS OF THE STUDY FOUND THAT CUMBERLAND IS, "AMONG THE WORST COUNTIES IN THE U.S. IN HELPING POOR CHILDREN ECONOMICALLY"

THE FAYETTEVILLE OBSERVER SHOWCASED A SPECIAL REPORT CALLED "POVERTY'S PRICE", IN DECEMBER OF 2015 DETAILING POVERTY IN THE COMMUNITY

THE MDC AND THE JOHN M. BELK ENDOWMENT RELEASED A REPORT IN NOVEMBER 2016, THAT REPORTS FAYETTEVILLE HAS A 17.8% LOSS IN ADULT INCOME FROM GROWING UP IN CERTAIN AREAS OF FAYETTEVILLE

IN JANUARY 2017, FAYETTEVILLE CITY COUNCIL VOTED UNANIMOUSLY TO SERVE AS THE "CONVENOR" FOR A COMMUNITY CONVERSATION AND ASKED CUMBERLAND COUNTY TO BE A PARTNER IN THE DISCUSSION.

### DEFINING THE PROBLEM

#### POVERTY HURTS EVERYONE IN THE COMMUNITY

- LOW ECONOMIC MOBILITY
- LOST ECONOMIC PRODUCTIVITY AND EARNINGS
- HIGHER DIRECT EXPENDITURES ON PROGRAMS AND SERVICES

A SIGNIFICANT THREAT TO CUMBERLAND COUNTY'S ECONOMIC VITALITY, SAFETY, AND FUTURE

## FIVE MAJOR INDICATORS











## CONSEQUENCES AFFECT EVERYONE



FOR UNINSURED PEOPLE

**PROPERTY CRIMES FOUND** 

IN LOW INCOME NEIGHBORHOODS

THE ECONOMIC DEVELOPMENT BUDGET LOWERS REVENUE FROM SALES & PROPERTY TAXES, RESULTING IN THE LOST PURCHASING POWER OF THOSE IN POVERTY

## IMPACT ON ECONOMIC VITALITY

- FEWER DOLLARS CIRCULATING IN LOCAL ECONOMY
- COMMUNITY LESS ATTRACTIVE FOR INVESTMENT
- SURROUNDING NEIGHBORHOODS SUFFER
  - A 2013 STUDY CONDUCTED IN THE CLEVELAND HOUSING MARKET SHOWED THAT THE SALE PRICE OF HOMES WITHIN 500 FEET OF A VACANT PROPERTY DEPRECIATED BY 2.1 PERCENT IN MEDIUM-POVERTY AREAS

### IMPACT ON PUBLIC SAFETY

- BROKEN WINDOWS THEORY
- 2015 UNIVERSITY OF PITTSBURGH STUDY FOUND VIOLENT CRIME IS 19% HIGHER WITHIN 250 FEET OF VACANT PROPERTY



# IMPACT ON FUTURE GENERATIONS

- DESTRUCTIVE INFLUENCE OF TOXIC STRESS ON CHILDREN GROWING UP IN POVERTY
- OF THOSE WHO DO MAKE IT OUT OF POVERTY, HOW MANY STAY?
- HOW DO WE REMAIN COMPETITIVE IN ATTRACTING PRIVATE INVESTMENT?

### DEFINING POVERTY

#### FEDERAL POVERTY GUIDELINES, 2017:

- 1-PERSON HOUSEHOLD: \$12,060/YEAR
- 2-PERSON HOUSEHOLD: \$16,240/YEAR
- 3-PERSON HOUSEHOLD: \$20,420/YEAR
- 4-PERSON HOUSEHOLD: \$24,600/YEAR

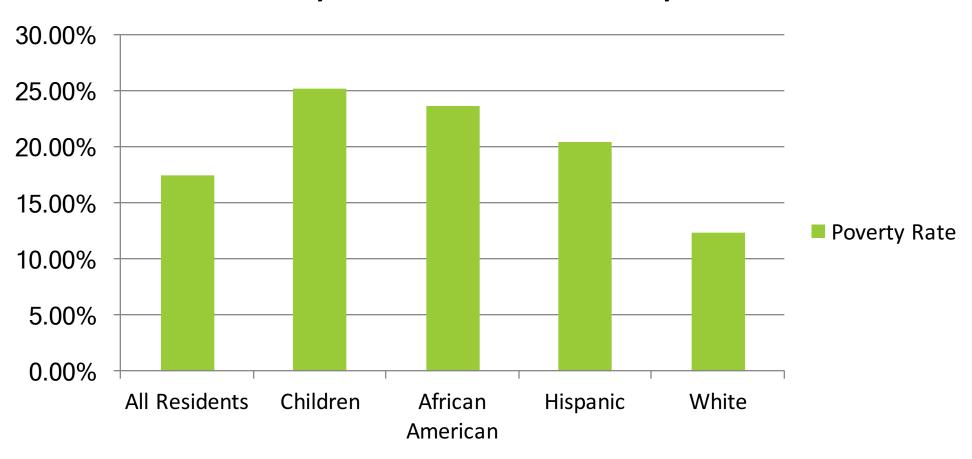
### **DEFINING POVERTY**

#### **POVERTY RATES IN CUMBERLAND COUNTY:**

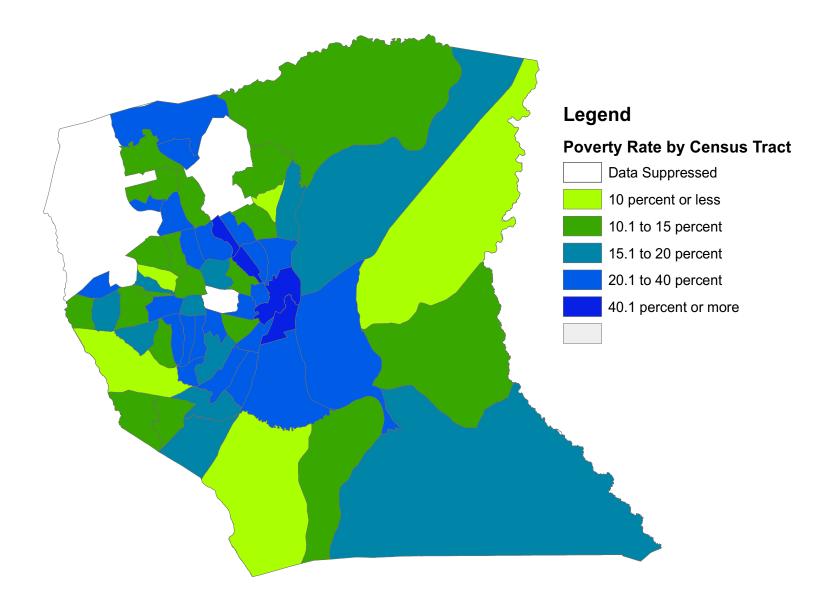
- ALL RESIDENTS: 17.5%
- CHILDREN (UNDER 18): 25.2%
- AFRICAN AMERICAN: 23.6%
- LATINO: 20.5%
- WHITE: 12.4%

### **DEFINING POVERTY**

#### **Poverty Rates in Cumberland County**



## **CUMBERLAND COUNTY**



# SNAPSHOT OF ECONOMIC OPPORTUNITY

	Poverty Rate	Unemployment Rate	Median Household Income*
Fayetteville	18.4%	13.2%	\$43,630
Linden	17.8%	10.7%	\$48,958
Hope Mills	13.4%	9.1%	\$49,026
Spring Lake	21.4%	16.6%	\$36,964
Eastover	9.0%	13.8%	\$41,627
<b>Cumberland County</b>	17.5%	12.6%	\$44,171

### FAYETTEVILLE FACTS

18%
ODDS CHILD BORN INTO POVERTY IS LIKELY TO END UP WORSE OFF THAN PARENTS

6
CENSUS TRACTS IN FAYETTEVILLE ARE ECONOMICALLY DISTRESSED

\$25/HR
IS WHAT IT TAKES TO AFFORD
BASIC NEEDS LIKE HOUSING,
FOOD, TRANSPORTATION
AND CHILDCARE FOR A
FAMILY OF 4

1 IN 4
CHILDREN LIVE
IN POVERTY

42.9%
OF SINGLE MOTHERS
LIVE IN POVERTY

17%
RESIDENTS LIVE
IN POVERTY

### THE TALE OF TWO CITIES

## JOE AND ALLEN LIVE THREE MILES APART, BUT STATISTICALLY THEY FACE DIFFERENT PATHWAYS IN LIFE

JOE IS IN FIFTH GRADE AND LIVES IN NEIGHBORHOOD A.

### CIRCUMSTANCIAL OBSTACLES TO FUTURE ECONOMIC MOBILITY:

SINGLE-PARENT HOUSEHOLD

RANDOM CHILD CARE

SPOTTY HEALTH CARE

MULTIPLE HOMES, MOVES A LOT

LOW PERFORMING SCHOOLS

POOR DIET

LOW OR VERY LOW HOUSEHOLD INCOME

NO OUT OF SCHOOL PROGRAMS

FEW ROLE MODELS

CHALLENGED TO READ BY 3RD GRADE



ALLEN IS IN FIFTH GRADE AND LIVES IN NEIGHBORHOOD B.

### ECONOMIC FUTURE IS BRIGHTER BECAUSE OF KEY INDICATORS:

TWO-PARENT HOUSEHOLD
ACCESSIBLE CHILD CARE
REGULAR HEALTH CARE
STABLE, SAFE HOME
HIGH QUALITY EDUCATION
NUTRITIOUS DIET
UPPER HOUSEHOLD INCOME
GOOD OUT OF SCHOOL OPTIONS
POSITIVE MENTORS
READING AT GRADE LEVEL BY 3RD GRADE

## A PATHWAY FORWARD POTENTIAL PATHWAYS

#### COMMUNITY ENGAGEMENT WITH STAKEHOLDERS AND RESIDENTS:

- ASSESS CONDITIONS AND TRENDS
- IDENTIFY CORE PROBLEM AREAS
- IDENTIFY OBJECTIVES, INDICATORS AND BENCHMARKS OF SUCCESS
- IDENTIFY BEST PRACTICES IN OTHER COMMUNITIES

#### CREATE COMMUNITY REVITALIZATION TASK FORCE

- ORGANIZED AROUND THE VITAL FEW OBJECTIVES WITH KEY LEADERSHIP
- INCLUDES LEADERSHIP TEAM, SUBJECT MATTER EXPERTS, OUTSIDE RESOURCES, NEIGHBORHOOD ASSOCIATIONS, CHURCHES, NONPROFIT SERVICE ORGANIZATIONS, ELECTED OFFICIALS, MILITARY PERSONNEL, BUSINESS LEADERS, CITY AND COUNTY STAFF, AND INDIVIDUALS WITH LIVED EXPERIENCE

#### COMMUNITY TRANSPARENCY AND ACCOUNTABILITY

OPPORTUNITIES TO "REPORT OUT" TO COMMUNITY AND CONVERSATIONS

# I OPPORTUNITIES OUTCOMES IN OTHER COMMUNITIES



FORSYTH COUNTY LAUNCHED FORSYTH FUTURES WWW.FORSYTHFUTURES.ORG

 SUCCESSFULLY SECURED \$4 MILLION OF FEDERAL FUNDING TO SUPPORT EDUCATION, POLICING AND HOUSING INITIATIVES

CHARLOTTE-MECKLENBURG COUNTY LAUNCHED A TASK FORCE TO ADDRESS POVERTY ISSUES - "LEADING ON OPPORTUNITY"

 TO DATE HELD COMMUNITY MEETINGS WITH FOLLOW UP "LISTENING TOURS", IDENTIFIED CAUSES AS THEY RELATE TO THEIR COMMUNITY, & PRODUCED A COMMUNITY ACTION PLAN

WWW.FORSYTHFUTURES.ORG

#### **COMMUNITY REVITALIZATION TASK FORCE**

**STAKEHOLDERS** 

**RESIDENTS** 

SUBJECT MATTER EXPERTS

**LOCAL CDOs** 

**LEADERSHIP TEAM** 

#### **NEIGHBORHOOD REVITALIZATION TEAMS**

OLD WILMINGTON RD / B ST MASSEY HILL MURCHISON RD -EAST MURCHISON RD - WEST

BONNIE DOONE HILLSBORO ST/ DOWNTOWN

### RESOURCES

#### NC JUSTICE CENTER

 PARTNERSHIP ESTABLISHED WITH NC JUSTICE CENTER TO LEVERAGE A THREE YEAR GRANT FROM IOLTA (INTEREST ON LAWYERS TRUST ACCOUNTS)

#### NC SCHOOL OF GOVERNMENT

- PARTNERSHIP WITH NC SCHOOL OF GOVERNMENT TO ASSIST WITH NEIGHBORHOOD DATA GATHERING IN CONJUNCTION WITH THEIR LAND BANKING PROJECT THROUGH THE PUBLIC INTERSECTION PROJECT

#### POTENTIAL LOCAL GRANTS & PARTNERSHIPS

- CUMBERLAND COMMUNITY FOUNDATION
- JUNIOR LEAGUE OF FAYETTEVILLE
- GREATER FAYETTEVILLE UNITED THROUGH THEIR SOCIAL IMPACT STUDY
- UNIVERSITIES AND COMMUNITY COLLEGE

#### POTENTIAL OTHER GRANTS & PARTNERSHIPS

- KNIGHT FOUNDATION
- Z. SMITH REYNOLDS FOUNDATION



THESE SIX KEY AREAS THAT WILL MAKE A SIGNIFICANT DIFFERENCE TO THOSE PEOPLE LIVING WITH POVERTY IN OUR COMMUNITY:

- REDUCE RACISM & SEGREGATION
- AFFORDABLE HOUSING
- ACCESSIBLE & AFFORDABLE TRANSIT
- AFFORDABLE & QUALITY CHILD CARE
- LIVABLE INCOMES
- ACCESS TO MENTAL HEALTH SERVICES

